27 September 1963

MEMORANDUM FOR THE RECORD

25X1A

25X1A

Concurrence in Amendment No. 2, Contract No. BT-1943, SUBJECT: with Itek Corporation, Project LANYARD

1.	This	memorandum	contains	а	recommendation	รเ	ubmitted	fo:	r	con-
currence	of the	ne undersign	ned. Suc	h:	recommendation	is	containe	<b>d</b> . :	in	
paragraph	n five	€.								

	2. This Amendment No. 2 increases the estimated cost and fixed	25X1A			
	fee in the amount of/respectively. The	23X IA			
	increase in estimated cost and fee results from the issuance of eight				
	Technical Directives which are identified in the Appendix to the Amendment.				
	As a result of the changes the total estimated target cost of the contract,	25V1A			
$\Gamma \times A \wedge$	exclusive of fixed fee is The total target fixed fee for	25X1A 25X1A			
	the contract is In addition to the increase in cost and fee	25/ IA			
	incremental funds are added by Amendment No. 2 in the amount of				
	The net result of the foregoing is a total allotment of funds for this				
5X1A	contract of It should be noted that while the total	25X1A			
	estimated target cost for this contract is that the total	20/1/			
25X1A	estimated cost is is payment				
	for residual inventory. Certification of funds is contained in Headquarters				
	Document TS-155939/A dated 12 September 1963.	25X1A			

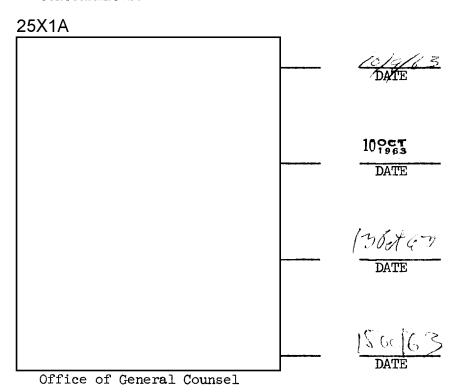
- 3. The services and equipment being procured by this Letter Contract are in furtherance of the LANYARD Program, the nature of which cannot be publicly disclosed for security reasons. The undersigned Contracting Officer therefore determines that this procurement must be accomplished by negotiations pursuant to the authority of Section 3(a) of PL 81-110 and Class Determination and Finding, OXC-2122, signed by the DDCI on 25 October 1961.
- 4. Certification of funds for this contract will be handled under the procedure approved by the Director of Central Intelligence on 15 December 1956 which, in effect, results in all covert expenses involving issuance of Treasury Checks being accumulated in a separate account within the Finance Division. The amounts in this contract will by periodically scheduled for certification of the vouchers by the Director. This procedure eliminates the necessity for a separate certification of authority under Section 8(b) of Public Law 110, 81st Congress (formerly 10(b) - see 85-507 dated 7/7/58) for each contract.

	5.	Concurrence	in Amend	ment No.	2 to	Contract BT-1943	is recommended.	
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DATE: 20/7/8/	_Reviev	veni_06454 <b>0</b>						
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CONCURRENCES:



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